STATE OF MICHIGAN

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**Agency**

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# Memo

To: John Sorbet, Director
    Budget Division

Date: December 12, 2002

From: Rita Barker, Director
    Office of Internal Audit

Subject: Review of Maintenance of Effort Fiscal Data
    Family Preservation and Family Support Services
    Period: 10/1/00 through 9/30/01 (FY 01)
    Assignment # 2002-361

The Office of Internal Audit reviewed the fiscal data used to calculate the State Fiscal Year 2001 Estimated Expenditures to meet the supplantation prohibition for the Family Preservation and Family Support Services Program.

Based on our review, we conclude that the allocations of gross expenditures used to calculate FY 2001 estimated expenditures to meet the supplantation prohibition for the Family Preservation and Family Support Services Program were correct except for Child Care Fund – In Home Care expenses which are discussed below. No adjustments have been made to the "Estimated Expenditures – Family Preservation and Family Support Services" report which is attached to this memo.

Child Care Fund – In Home Services (CCF-IHS) Expenses

The Child Care Fund – In-Home Services (CCF-IHS) line item showed $967,493 recorded in the Title IV-A/TANF column of the Initial Calculations spreadsheet for FY 2001. During our review we determined that the amount that should have been charged to the Federal Government for this line item was $969,507, an increase of $2,014. This would have also resulted in a $2,014 decrease in the GF/GP column of the spreadsheet from $660,576 to $658,562. Since $967,493 was the amount actually charged the Federal Government, and the FY2001 is now closed, in addition to the fact that the amount concerned is a relatively insignificant amount, we made no changes to the Title IV-A/ TANF column or the GF/GP column.

Please contact me if you have any questions concerning this review.

Attachment

cc: M. Jasonowicz
 M. Scieszca
 J. Hudson